

Big Blue Bus 1660 Seventh Street Santa Monica, California 90401-3324

City of Santa Monica™

March 7, 2013

Mary Nichols, Chairperson California Air Resources Board 1001 I Street Sacramento, CA 95814

Re: Support for Transportation Coalition Proposal in Cap and Trade Investment Plan

Dear Chairperson Nichols:

On behalf of Santa Monica's Big Blue Bus I am writing in support of the cap and trade proposal submitted by the Transportation Coalition for Livable Communities. The proposal would allocate funds equitably to regional governments to establish a competitive grant process for local entities, under state criteria, to incentivize integrated strategies that combine land use changes with infrastructure investments at the neighborhood scale to achieve greatest long term greenhouse gas emission (GHG) benefits.

Unique to most proposals for state funding programs, the Transportation Coalition's proposal would stimulate local innovation and flexibility to get the greatest GHG reductions and best overall benefits for communities – while cost effectively meeting the goals of AB 32 and supporting co-benefits including: air quality, public health, resource protection, equity, affordable housing, agriculture, and safety.

This proposal integrates livable community infrastructure, maintenance, and operations of the transportation system to maximize GHG reductions from combinations of strategies – rather than single purpose investments. It also would serve as leverage to investments in rail modernization, interregional plans, and other funding mechanisms to encourage more sustainable growth and transportation infrastructure.

California faces a significant shortage in funds to maintain our existing transportation system, and lacks adequate funding to build an active transportation network. This proposal would provide funding for livable community investments to meet the challenges of increasing development in existing urban and developed areas to meet the requirements of SB 375. This proposal would fund GHG-reducing investments at the local level that implement regional Sustainable Communities Strategies within existing urbanized or developed areas – while also helping local governments meet critical sustainable transportation infrastructure and maintenance needs.

We support the Transportation Coalition's proposal for combinations of transportation investments, including: transit service, operating, and maintenance costs; road and bridge maintenance; retrofits for complete streets and urban greening; and clean technology infrastructure – all integrated with land use changes to achieve the maximum greenhouse gas emission reductions from the transportation sector.

This proposal is consistent with AB 32, SB 375, and the provisions of AB 1532 and SB 535 --- and most equitably and effectively meets the transportation and greenhouse gas emission reduction goals of the state and local communities. We request that this proposal be considered for inclusion in the Investment Plan.

Cap and trade revenue is public money resulting from the administration of AB 32, the Global Warming Solutions Act. It must be spent to implement that law. We believe the Transportation Coalition's proposal provides the most public and local community benefits while achieving the most cost effective implementation of AB 32.

Thank you for your consideration to include funding for this proposal in the AB 32 Investment Plan.

Sincerely,

Edward F. King

Director of Transit Services